

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

Business Meeting Minutes

of

November 3, 2004

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The meeting was called to order by Chairman Keese at 10:05 a.m.

The Pledge of Allegiance was led by Commissioner Boyd.

William J. Keese	Present
Arthur Rosenfeld	Present
James D. Boyd	Present
John L. Geesman	Present
Jackalyne Pfannenstiel	Present

1. CONSENT CALENDAR. (Items on the Consent Calendar will be taken up and voted on as a group. A Commissioner may request that an item be discussed and moved to later on the agenda).
 - a. COMMISSION CO-SPONSORSHIPS. Possible approval of a co-sponsorship request for which the Energy Commission will provide \$4,950, staff time, travel expenses and the use of its name for the following events:
 - Fourth Annual Renewable Energy from Organics Recycling Conference, \$4,950, November 8-10, 2004, Des Moines, Iowa.
 - b. LA PALOMA GENERATING PROJECT. Possible approval to transfer the ownership of the La Paloma Generating Project from the La Paloma Generating Trust to the La Paloma Generating Company, LLC. (Docket No. 98-AFC-2C)
 - c. DEPARTMENT OF ENERGY – LAWRENCE BERKELEY NATIONAL LABORATORY. Possible approval of Contract 500-03-024 Amendment 1, to correct an administrative error associated in the original money amount. The correct amount should be \$2,955,000 instead of \$2,995,000. (PIER funded)

Commissioner Rosenfeld moved and Commissioner Boyd seconded approval of the Consent Calendar. The vote was unanimous. (5-0)

2. 2004 ENERGY REPORT UPDATE. Possible approval of the 2004 Energy Report Update which provides the Governor and Legislature with an update from the 2003 Energy Report, continuing a focus on upgrading California's energy infrastructure with additional analysis and recommendations on reliability, transmission planning and renewable energy development.

Commissioner Geesman moved and Commissioner Boyd seconded approval, with the attached errata, of the 2004 Energy Report Update. The vote was unanimous. (5-0)

3. INTEGRATED ENERGY POLICY REPORT DATA REQUEST FORMS AND INSTRUCTIONS. Possible adoption of a Commission order requiring certain load serving entities to provide data relating to electricity demand forecasts and retail price forecasts.

Commissioner Geesman moved and Commissioner Boyd seconded approval of the Integrated Energy Policy Report Data Request Forms and Instructions. The vote was unanimous. (5-0)

4. ALAMEDA-CONTRA COSTA TRANSIT HYDROGEN DEVELOPMENT & DEMONSTRATION PROJECT. Possible approval of a grant for \$925,000 with Alameda-Contra Costa Transit (AC Transit) for the development and demonstration of a gaseous hydrogen fueling station. It is anticipated that this project will include an element for reforming methane (natural gas) into hydrogen in addition to a hydrogen storage and dispensing infrastructure.

Commissioner Boyd moved and Commissioner Pfannenstiel seconded approval of a grant for the Alameda-Contra Costa Transit Hydrogen Development & Demonstration Project. The vote was unanimous. (5-0)

5. APPLIANCE EFFICIENCY RULEMAKING. Consideration of public comments on proposed Appliance Efficiency Regulations published as Express Terms of Proposed Regulations (45-Day Language) dated September 10, 2004. . The Efficiency Committee has decided that it will shortly issue revised language (15-Day Language) and thus does not recommend adoption of the 45-Day language, but will provide an opportunity for the public to make oral or written comments at this time. The proposal includes, but is not limited to, new provisions for commercial refrigerators and freezers, refrigerated bottled and canned beverage vending machines, automatic commercial ice makers, water dispensers, packaged air-cooled air conditioners with cooling capacity from 240,000 to 760,000 Btu/hour, evaporative coolers, ceiling fans, whole house fans, residential exhaust fans, unit heaters and duct furnaces, residential pool pumps, portable electric spas, dishwasher pre-rinse spray valves, general service incandescent lamps, incandescent reflector lamps, traffic signal modules for pedestrian control, luminaries for metal halide lamps, under-cabinet fluorescent luminaire ballasts, commercial hot food holding cabinets, external power supplies and audio and video equipment.

By unanimous vote, this item was moved to the December 15, 2004, Energy Commission Business Meeting.

6. BEACON POWER CORPORATION. Possible approval of Contract 500-04-009 for \$1,232,854, to demonstrate the benefits of applying flywheel energy storage system as an energy stabilizing asset to provide the California Independent System Operator new frequency regulation options during times of rapidly varying electrical loads. (PIER funded)

This item was withdrawn from the agenda.

7. CALIFORNIA POWER AUTHORITY. Possible approval of a Memorandum of Understanding 400-04-005, transferring management of the Demand Reserves Partnership Program (DRPP) from the California Power Authority to the Energy Commission. This also authorizes the Executive Director to execute future contracts for the transfer program.

This item was withdrawn from the agenda.

8. Minutes

Commissioner Geesman moved and Commissioner Rosenfeld seconded approval of the minutes from the October 20, 2004 business meeting. The vote was unanimous. (5-0)

9. Commission Committee and Oversight

Chairman Keese reported on the semi-annual meetings he attended: WEIB-The Western Interstate Energy Board, CREPC-Committee on Regional Electric Power Cooperation, and WECC-Western Energy Coordinating Council , which were held in Vancouver, British Columbia.

Commissioner Boyd reported on the Border Energy meeting that was held in Tiajuana, Mexico.

10. Chief Counsel's Report

Chief Counsel Bill Chamberlain attended the same meetings as the Chairman and noted that he will be circulating his notes, on those meetings, shortly.

Mr. Chamberlain also reported that the California Supreme Court will not be hearing the Tesla case.

11. Executive Director's Report

Executive Director Bob Therkelsen said he wanted to state his appreciation to the IEPR staff and while the 2004 is completed, work is just starting for the 2005 IEPR.

12. Legislative Director's Report

No report was given.

13. Public Adviser's Report

No report was given.

14. Public Comment

Mr. Joseph McCabe spoke to the Commissioners about the Solar Energy in California.

The meeting was adjourned at 11:40 a.m.

BETTY A. McCANN
Secretary to the Commission